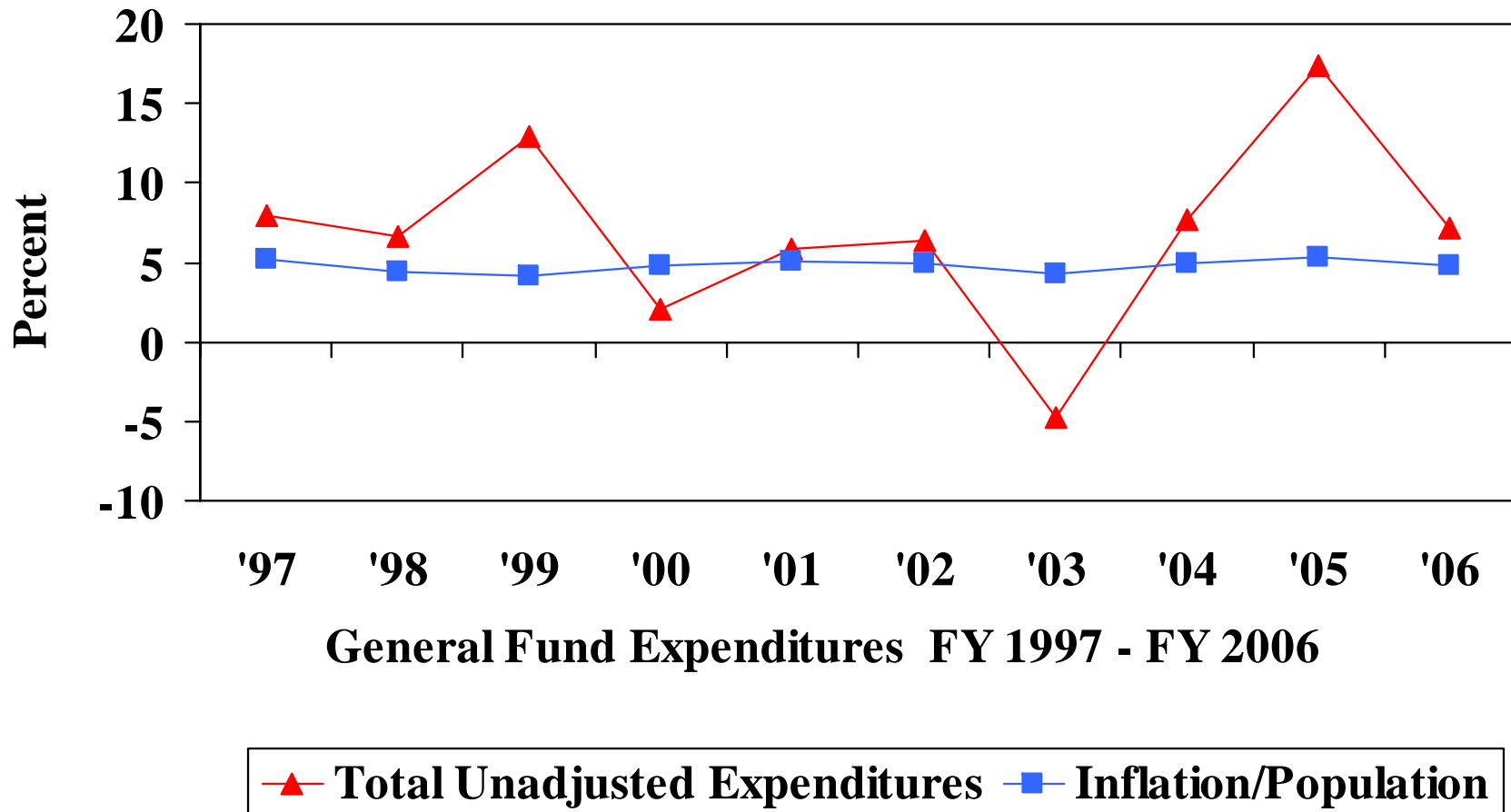
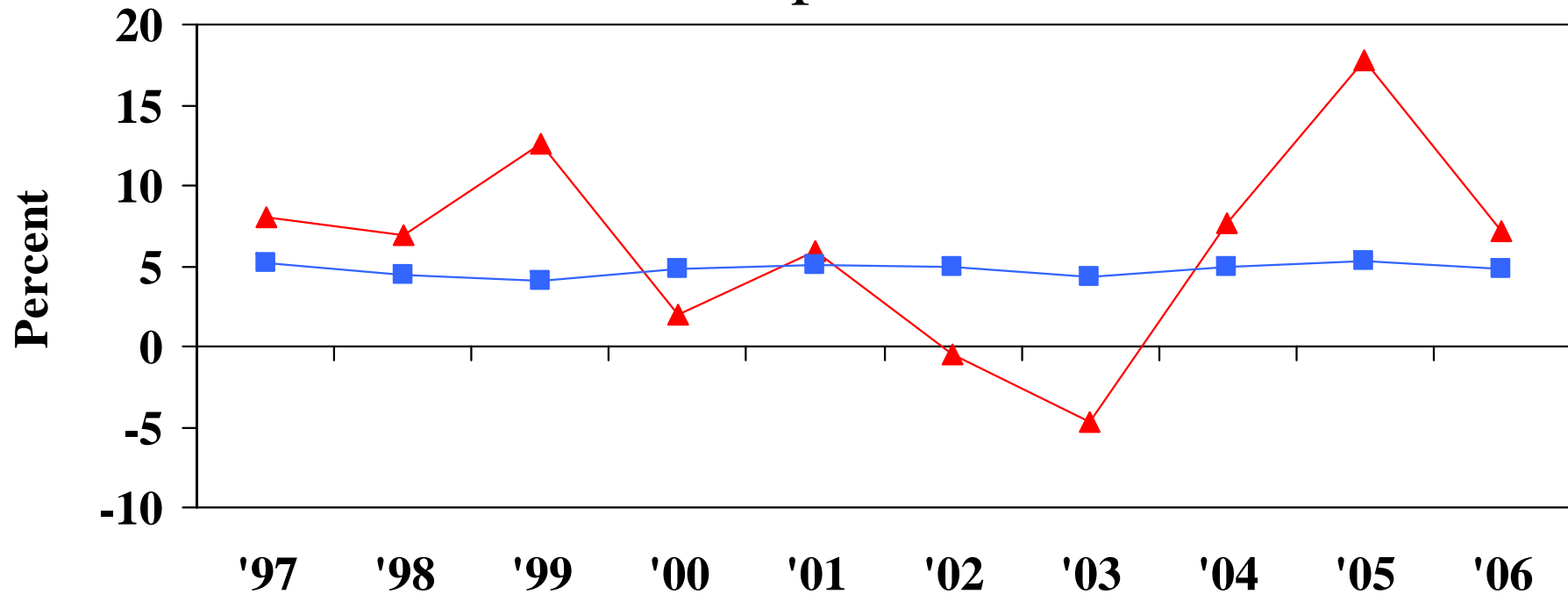


Total Spending* vs. Inflation/Population Growth



* Includes Proposition 301 education sales tax expenditures.

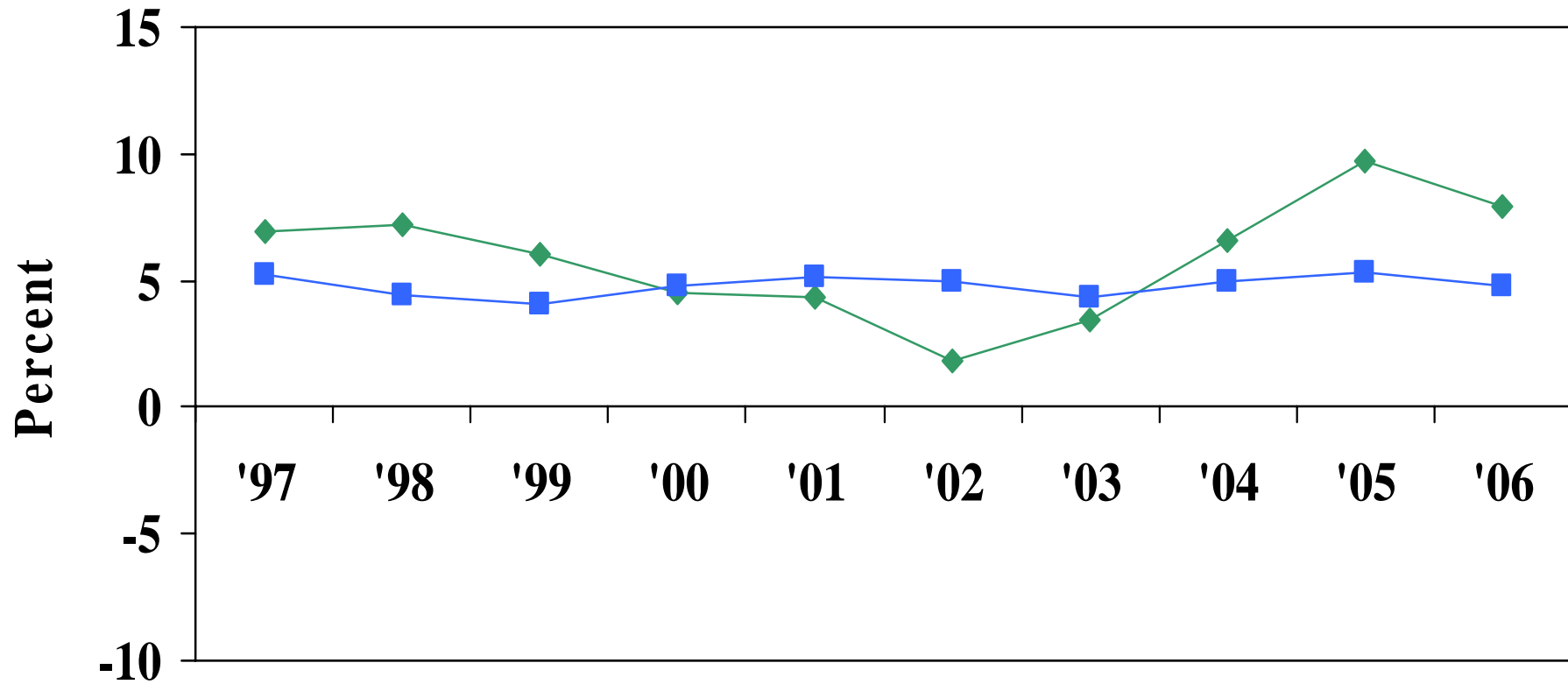
Total Spending Excluding Proposition 301 vs. Inflation/Population Growth



General Fund Expenditures FY 1997 - FY 2006

▲ Total Expenditures Excluding Prop 301 ■ Inflation/Population

Total Spending Excluding Major 1-Time Items*, Proposition 301, and Students FIRST



General Fund Expenditures FY 1997 - FY 2006

—◆— Adjusted Operating Expenditures —■— Inflation/Population

* Excluded 1-time items are Budget Stabilization Fund Deposits, K-12 Rollover savings & repayments, “Midnight Reversion” repayments, one-time Federal Medicaid Match Rate savings, Ladewig lawsuit settlement payments, and administrative adjustments & revertments.